U.S. Army Space and Missile Defense Command/U.S. Army Forces Strategic Command (USASMDC/USARSTRAT)

Integrated Test and Analysis (ITAC) Industry Briefing

19 July 2006

Agenda

- **Welcome**
- **Introduction**
- **ITAC Program**
  Mr. Michael Cantrell, Director, ICM
- **Security**
  Ms. Terri Hornung, SMDC Security
- **Acquisition Schedule and Strategy**
  Ms. Nicole Meenen, SMDC CAMO

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- National Industrial Security Program
- Definitions
- ITAC Industrial Security Requirements
- Facility Clearance Process
- Key Points
- Questions

National Industrial Security Program (NISP)

- U.S. industry develops and produces the majority of our nation's defense technology-much of which is classified-and thus plays a significant role in creating and protecting the information that is vital to our national security.

- The National Industrial Security Program (NISP) was established to ensure that cleared U.S. defense industry safeguards the classified information in their possession while performing work on contracts, programs, bids, or research and development efforts.

- The Defense Security Service (DSS) administers the NISP on behalf of the Department of Defense.

Definitions

- **Classified Contract**
  - Any contract that requires or will require access to classified information by the contractor or his employees in the performance of the contract. Access to classified information may take place at the contractor's facility, the government site, or another contractor facility. (A contract may be classified even though the contract document is not classified).

- **Facility**
  - A plant, laboratory, office, college, university, or commercial structure with associated warehouses, storage areas, utilities and components which, when related by function and location, form an operating entity

Definitions (Continued)

- **Facility Security Clearance**
  - An administrative determination that, from a security standpoint, a facility is eligible for access to classified information of certain category (an all lower categories).
- **Industrial Security**
  - That portion of information security which is concerned with the protection of classified information in the custody of U.S. industry.
- **Personnel Security Clearance**
  - An administrative determination that an individual is eligible, from a security point of view, for access to classified information of the same or lower category as the level of personnel clearance being granted.

Definitions (Continued)

- **Safeguarding**
  - Measures and controls that are prescribed to protect classified information. Safeguarding and protection of classified information are synonymous terms.

- **Definitions extracted from DoD 5220.22-M, National Industrial Security Program Operating Manual (NISPOM), dated February 2006.**

REMEMBER!!!

FACILITY = PEOPLE

SAFEGUARDING = STORAGE

ITAC Industrial Security Requirements

- Identified in ITAC Procurement Package
  - Scope of Work
  - DD Form 254, DOD Contract Security Classification Specification
- Classified Access at Both Government and Contractor Locations
- TOP SECRET Facility Clearance with SECRET Storage
  - At least 25% of contractor personnel working at government locations must possess a top secret security clearance

Facility Clearance Process

- Sponsorship (Request for a Facility Clearance)
  - Government for Prime Contractor
  - Cleared Contractor for Sub-Contractor
  - Facility Can Not “Self Sponsor”
- Sponsorship Letter & DD Form 254 to Defense Industrial Security Clearance Office, Facility Clearance Division
  - Reviews Request
  - Forwards Request to Appropriate DSS Regional Office
  - DSS Regional Office Assigns Facility to a DSS Industrial Security Representative

Facility Clearance Process - Continued

- DSS Industrial Security Representative Contacts Facility
  - Obtains Information About Facility
  - Provides Facility with Instructions on Completing Paperwork
  - Provides Basic Information about the NISP
  - Provides Guidance in Establishing an Industrial Security Program
- Five Essential Elements of Facility Clearance Process
  - Sponsorship
  - Business Structure/Organization
  - Security Agreement
  - Foreign Ownership, Control, Interest (FOCI)
  - Key Management Personnel

Facility Clearance Process - Continued

- Final Facility Clearance will be granted as soon as all final clearance requirements are satisfied.

- These requirements include:
  - Issuance of final personnel clearances for the Key Management Personnel (KMPs).
  - Execution of the DOD Security Agreement between the contractor and DSS.
  - A favorable foreign ownership, control, or influence (FOCI) determination.

Facility Clearance Process – Key Points

- Although called a “Facility Clearance” the actual building or structure is not cleared; the individuals who run, own, or manage the facility are cleared. These individuals are known as “Key Management Personnel (KMP).”
- A facility clearance is not granted until all KMPs receive their personnel clearances.
- Individual clearances are not recognized until facility clearance is granted.
- If a contractor requires the storing of classified information at a contractor facility, the contractor requires not only a facility clearance, but also safeguarding capabilities.

QUESTIONS?

U.S. Army Space and Missile Defense Command/U.S. Army Forces Strategic Command (USASMDC/USARSTRAT)

ITAC Acquisition Schedule and Strategy Briefing

19 July 2006

Presented by Nicole Meenen

Agenda

- Current Acquisition Strategy
- Acquisition Timelines/Schedule
- Other Acquisition Issues
- Questions

CURRENT ACQUISITION STRATEGY

- **ESTIMATED VALUE: $100-150M**
- **PERIOD OF PERFORMANCE**
  - **10 year (5 year basic ordering period with 5 year award term)**
- **COMPETITION**
  - **Small Business Set-Aside, Best-Value Source Selection**
  - **NAICS Code: 541710 with size standard of 1,000 employees**
- **CONTRACT TYPE**
  - **Indefinite Delivery/Indefinite Quantity (IDIQ) with FP labor categories (cost only), CR Travel, and Materials/Approved ODCs**
  - **Award Fee CLIN**
  - **Effort directed via issuance of task orders (T/Os)**

Indefinite Delivery/Indefinite Quantity Contract

- An indefinite-quantity contract provides for an indefinite quantity, with stated limits, of supplies or services to be furnished during a fixed period, with deliveries or performance to be scheduled by placing orders with the contractor.

- A task order (T/O) must be issued by the Contracting Officer prior to starting work.

TASK ORDER CONTRACT

- “Task Order Contract” means a contract for services that does not procure or specify a firm quantity of services (other than a minimum or maximum quantity) and that provides for the issuance of orders for the performance of tasks during the period of performance.

WHAT IS A TASK ORDER?

- Stand-alone vehicle (mini contract)
- Executed by Contracting Officer
- Defines
  - Requirements
  - Deliverables
  - Funding
  - Travel Requirements
  - Materials
- Obligates Funding

ACQUISITION TIMELINES/SCHEDULE

- 19 July 2006 — Industry Brief
- 31 July 2006 — Draft Solicitation Issued
- 14 August 2006 — Comments from Industry
- 28 August 2006 — Solicitation Issued
- 11 September 2006 — Past Performance Data Due

ACQUISITION TIMELINES/SCHEDULE (CONTINUED)

- 25 September 2006 Proposals Due
- 29 December 2006 Contract Award

OTHER ACQUISITION ISSUES

- Directed Subcontractors
  - Teledyne Brown Engineering
  - Boeing
  - Raytheon

- Teaming is strongly encouraged and Government will not restrict number and/or type of teaming arrangements except if a potential OCI exists.

- Contract contains an OCI clause. The offerors are required to review OCI clause and notice and perform necessary action for OCI implications

Limitations on Subcontracting

- SBA 125.6 – “Where the prime contractor has been directed by the Government to use any specific source for parts, supplies, components, subassemblies or services, the costs associated with those purchases will be considered as part of the cost of materials, not subcontracting costs.”

SPECIFICS

- Prime contractors will be directed to obtain Fixed-Price Labor Rates from each of TBE's, Raytheon's, and Boeing's POCs provided in the RFP. The directed subcontractors will submit unloaded rates with build-ups to the Government.

- The Government also anticipates a sample task order that could include one or more directed subcontractors as players.

SPECIFICS (CONT)

- **Directed Subcontractors Should be Equitable With All ITAC Prime Offerors. The Government plans to have elements in the RFP and other documentation that will address the roles of the directed subcontractors to ensure harmonious relationships during proposal preparation and performance.**

- **Each Directed Subcontractor Should Provide ITAC Prime Offerors Same Rates for Posted Labor Categories (http://www.smdc.army.mil/contracts/itac.html)**

ITAC POC INFORMATION

- Contracts Office:
  - Nicole.meenen@smdc.army.mil
  - Robbie.phifer@smdc.army.mil
- SADBU Office (for this action only):
  - Garfield.boon@smdc.army.mil
- SMDC Web Address for ITAC Acquisition Information:
  - http://www.smdc.army.mil/contracts/itac.html
- SMDC Web Address for Other Acquisition Information:
  - http://www.smdc.army.mil/contracts/html

SUMMARY

- Top priority is ensuring mission accomplishment/success
- Continue to pursue ways to support the small business community
- The ITAC acquisition is an excellent opportunity for teaming in the small business communities
- Questions: Please address questions in writing to nicole.meenen@smdc.army.mil and robbie.phifer@smdc.army.mil